

Message Text

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17

ACTION TRSE-00

INFO OCT-01 EA-07 NEA-10 ISO-00 IO-11 L-03 H-02 PA-01

PRS-01 SP-02 AID-05 EB-07 NSC-05 CIEP-01 SS-15 STR-04

OMB-01 CEA-01 CIAE-00 COME-00 FRB-03 INR-07 NSAE-00

USIA-06 XMB-02 OPIC-03 LAB-04 SIL-01 /103 W

----- 068136

P R 010611Z MAR 76

FM AMEMBASSY MANILA

TO SECSTATE WASHDC PRIORITY 2553

INFO AMEMBASSY ABU DHABI

LIMITED OFFICIAL USE MANILA 2892

USADB

FOR NAC AGENCIES

PASS TREASURY FOR MUNK/ZINMAN

E.O. 11652: ADS, DECLAS: 6/1/76

TAGS: EAID, EFIN, TC

SUBJECT: PROPOSED U.S. DOLLAR BORROWING FROM UNITED ARAB
EMIRATES CURRENCY BOARD

REF: MANILA 2813

1. ADB PRESIDENT RECOMMENDS THAT BOARD OF DIRECTORS
AUTHORIZE BANK TO BORROW \$10 MILLION IN U.S. DOLLARS
FROM UNITED ARAB EMIRATES CURRENCY BOARD ON FOLLOWING
TERMS AND CONDITIONS:

A. TYPE OF BORROWING: DIRECT LOAN

B. INTEREST RATE: 8-13/16 PER CENT PER ANNUM
(PAYABLE SEMI-ANNUALLY);

C. MATURITY: 5 YEARS, MATURING IN MARCH 1981;

D. REPAYMENT: ONE PAYMENT ON MATURITY; AND

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E. COST TO BANK: 8-13/16 PER CENT PER ANNUM.

2. BANK MANAGEMENT NOTES THAT INTEREST RATE AND COST TO BANK ARE SLIGHTLY HIGHER THAN BANK'S CURRENT LENDING RATE (8-3/4 PERCENT) GENERALLY APPLICABLE TO ORDINARY OPERATIONS LOANS. HOWEVER, BANK PROPOSES TO ACCEPT OFFER WITH VIEW TO ESTABLISHING WORKING RELATIONSHIP WITH U.A.E. CURRENCY BOARD. IN MANAGEMENT'S VIEW, AS LOAN AMOUNT IS VERY SMALL, EFFECT ON BANK'S AVERAGE BORROWING COST WILL NOT BE SIGNIFICANT.

3. ADB DOC. R16-76 ON ABOVE SUBJECT POUCHED MARCH 1 FOR CONSIDERATION BY BOARD OF DIRECTORS MARCH 9. NAC GUIDANCE REQUESTED. SULLIVAN

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: DOLLAR, POLICIES, BANK LOANS, INTEREST RATES
Control Number: n/a
Copy: SINGLE
Draft Date: 01 MAR 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: morefirh
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976MANILA02892
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760077-0161
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t197603108/aaaadrge.tel
Line Count: 74
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 MANILA 2813
Review Action: RELEASED, APPROVED
Review Authority: morefirh
Review Comment: n/a
Review Content Flags:
Review Date: 07 JUN 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <07 JUN 2004 by greeneet>; APPROVED <07 JUL 2004 by morefirh>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PROPOSED U.S. DOLLAR BORROWING FROM UNITED ARAB EMIRATES CURRENCY BOARD
TAGS: EAID, EFIN, TC, US, ADB
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006